



### Moors & Cabot Rule 606 Disclosure :: 2007Q4

Moors & Cabot, Inc. (MCBT) has prepared this report pursuant to a U.S. Securities and Exchange Commission rule requiring all brokerage firms to make available to the public quarterly reports about their order routing practices.

The report provides information on the routing of "non-directed orders" -- any order that the customer has not specifically instructed to be routed to a particular venue for execution. For these non-directed orders, MCBT has selected the execution venue on behalf of its customers.

The report is divided into four sections:

1. New York Stock Exchange listed securities
2. Nasdaq Stock Market listed securities
3. American Stock Exchange and regional exchanges listed securities
4. Exchange listed options

For each section, this report identifies the venues most often selected by MCBT, sets forth the percentage of various types of orders routed to the venues, and discusses the material aspects of MCBT's relationship with the venues.

This report was prepared by Quantum5, a third party market surveillance and auditing firm. Questions regarding this report should be addressed to the MCBT Compliance Department at (617) 314-0295.



## 1. New York Stock Exchange Securities

<i>For quarter ending 12/31/07</i>	<b>Non-Directed Orders</b>	<b>Market Orders</b>	<b>Limit Orders</b>	<b>Other Orders*</b>
<b>Orders Routed to:</b>				
<b>New York Stock Exchange<sup>1</sup></b>	<b>83.66%</b>	<b>85.61%</b>	<b>82.57%</b>	<b>0.00%</b>
<b>UBS Capital Markets</b>	<b>13.13%</b>	<b>13.14%</b>	<b>13.12%</b>	<b>0.00%</b>
<b>Total MCBT Orders</b>	<b>100.0%</b>	<b>35.8%</b>	<b>64.2%</b>	<b>0.0%</b>

\* Other Orders are Stop Orders and Stop Limit Orders.

### **New York Stock Exchange**

The chart above shows the percentages of orders placed for securities trading on the New York Stock Exchange (NYSE).

<sup>1</sup> Moors & Cabot is a member of the New York Stock Exchange and other major regional stock exchanges. We receive payment for order flow of market and marketable (at the time of receipt) limit orders. Payment of up to 1 cent per share is based on the price and spread at the time of execution. At all times our foremost concern is to obtain the best execution for investors regardless of any compensation factor.



## 2. NASDAQ Stock Exchange Securities

<i>For quarter ending 12/31/07</i>	Non-Directed Orders	Market Orders	Limit Orders	Other Orders*
<b>Orders Routed to:</b>				
<b>NYSE Arca</b>	<b>62.23%</b>	<b>40.44%</b>	<b>65.65%</b>	<b>0.00%</b>
<b>UBS Capital Markets</b>	<b>37.21%</b>	<b>58.14%</b>	<b>33.93%</b>	<b>0.00%</b>
<b>Total MCBT Orders</b>	<b>100%</b>	<b>13.6%</b>	<b>86.4%</b>	<b>0.0%</b>

\* Other Orders are Stop Orders and Stop Limit Orders.

### Nasdaq

The chart above shows the percentages of orders placed for securities trading on the Nasdaq Stock Market (Nasdaq).



### 3. American / Regional Stock Exchange Securities

<i>For quarter ending 12/31/07</i>	<b>Non-Directed Orders</b>	<b>Market Orders</b>	<b>Limit Orders</b>	<b>Other Orders*</b>
<b>Orders Routed to:</b>				
<b>UBS Capital Markets</b>	<b>40.05%</b>	<b>60.30%</b>	<b>32.62%</b>	<b>0.00%</b>
<b>American Stock Exchange</b>	<b>39.69%</b>	<b>33.43%</b>	<b>41.98%</b>	<b>0.00%</b>
<b>NYSE Arca</b>	<b>19.18%</b>	<b>4.93%</b>	<b>24.41%</b>	<b>0.00%</b>
<b>Total MCBT Orders</b>	<b>100.0%</b>	<b>26.8%</b>	<b>73.2%</b>	<b>0.0%</b>

\* Other Orders are Stop Orders and Stop Limit Orders.

#### **AMEX/Other**

The chart above shows the percentages of orders placed for securities trading on the American Stock Exchange (AMEX) and regional exchanges.

Moors & Cabot is a member of the New York Stock Exchange and other major regional stock exchanges. We receive payment for order flow of market and marketable (at the time of receipt) limit orders. Payment of up to 1 cent per share is based on the price and spread at time of execution. At all times our foremost concern is to obtain the best execution for investors regardless of any compensation factor.



#### 4. Exchange Listed Options

<i>For quarter ending 12/31/07</i>	<b>Non-Directed Orders</b>	<b>Market Orders</b>	<b>Limit Orders</b>	<b>Other Orders*</b>
<b>Orders Routed to:</b>				
<b>Chicago Board Options Exchange</b>	<b>31.51%</b>	<b>23.40%</b>	<b>34.14%</b>	<b>100.00%</b>
<b>Philadelphia Stock Exchange</b>	<b>29.68%</b>	<b>23.89%</b>	<b>31.60%</b>	<b>0.00%</b>
<b>International Securities Exchange</b>	<b>15.85%</b>	<b>14.90%</b>	<b>16.16%</b>	<b>0.00%</b>
<b>NYSE Arca Options</b>	<b>12.32%</b>	<b>13.92%</b>	<b>11.80%</b>	<b>0.00%</b>
<b>Boston Options Exchange</b>	<b>6.45%</b>	<b>12.68%</b>	<b>4.40%</b>	<b>0.00%</b>
<b>Total MCBT Orders</b>	<b>100.0%</b>	<b>24.7%</b>	<b>75.3%</b>	<b>0.0%</b>

\* Other Orders are Stop Orders and Stop Limit Orders.

#### **Exchange Listed Options**

The chart above shows the percentages of orders placed for securities trading as Exchange Listed Options.

Moors & Cabot does not receive any financial remuneration for the routing of options orders.